

SECRET

DPD-1361-59

Cy 3 of 5

26 February 1959

MEMORANDUM FOR: Chief, TSS

ATTENTION : Engineering Division

SUBJECT : C-54 Aircraft Special Cargo Doors

REFERENCE : Memo TSS/ED to C/AIRD, 12 February 1959, same subject.

25X1A

1. Funds in the amount of [REDACTED] from Allotment No. 9-2619-75 919 are available for expenditure through the Technical Services Staff for the additional cost of the four production units of Special C-54 cargo doors. Requisition 504-59 should be accordingly amended to increase the total amount from [REDACTED] to not to exceed [REDACTED]

25X1A

25X1A

2. Inasmuch as [REDACTED] of the above money represents an overrun, it is understood that the contractor will not receive a profit fee on this amount.

25X1A

3. In the opinion of this Division the [REDACTED] for design changes are the result of faulty engineering and poor management by the Contractor in the initial stages and the Contractor should not receive a profit fee on this amount.

25X1A

4. It is requested that every effort be made to meet the new delivery date of April 1959, since delivery date already has slipped from the original schedule of January 1959.

25X1A

[REDACTED]
Comptroller, DPD-DD/P

CONCUR:

Chief, R&D

Orig. - Chief, TSS

2. - DD(P)

3. - R&D ✓

4. - MAT

5. - Chrono

SECRET